



State of Utah
DEPARTMENT OF NATURAL RESOURCES
DIVISION OF OIL, GAS AND MINING

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July 3, 1996

Return Receipt Requested
P 074 978 986

Gary Applegate
Indian Queen Marble, LLC
1275 North Main
Tooele, Utah 84074

Re: Surety Bond Forms, Indian Queen Mine, M/001/019, Beaver County, Utah

Dear Mr. Applegate:

As requested in a July 2, 1996, telephone conversation with Tom Munson of my staff, we are sending you the appropriate interim reclamation surety forms as follows: Surety Bond (MR-FORM 5), Reclamation Contract Agreement (FORM MR-RC) and an accompanying guideline for completing FORM MR-RC. Because these forms are intended to be used with an approved large mining notice of intention, please leave those sections blank which are not applicable at this time. To assist you in this regard, we have "asterisked" those sections of the forms which should not be completed until the large mine plan is approved.

As stated in our May 9, 1996 letter to you, an interim reclamation surety of \$15,000 was due within 45 days of your receipt of that letter. The interim surety was subsequently due on June 24, 1996. Because of the extenuating circumstances surrounding your recent acquisition of the formal lease to the property, and your misunderstanding regarding the interim surety requirement, we will extend the deadline for receipt of the interim surety until July 31, 1996. We will also extend the deadline for receipt of your completed Large Mining Operations Notice of Intention until September 6, 1996. The interim surety will be appropriately adjusted (up or down) once the large mining permit application and the final reclamation plan are received and approved by the Division.

If you have any questions or concerns regarding this letter, or need help with filling out the Reclamation Contract or surety forms, please contact us at your earliest convenience.

Sincerely,

D. Wayne Hedberg
Permitting Supervisor
Minerals Reclamation Program

jb
Enclosure: MR-5, MR-RC, RC Guideline
cc: Lowell Braxton, DOGM
S001019.ltr

